

NOTE TO: Mr. Maury

SUBJECT: Daniel's Bill

On Friday, 3 October, the Senate passed the Daniel's bill (H. R. 9825) with amendment. The Senate amendment inserted the provisions of the McGee bill (S. 2754) as a substitute for the language originally passed by the House. The Senate bill did not include the controversial \$3,000 income tax exemption provision which was withdrawn by McGee on a point of order raised by Senator Williams (Del.). The bill now goes to conference. It is now certain that the Congress will approve retirement legislation which will be no less than the Daniel's provisions and no greater than the McGee bill.

Daniels Bill Benefits

- (1) High three,
- (2) Sick leave credit,
- (3) Extra 1 percent cost-of-living, and
- (4) Partially retroactive remarriage provision.

McGee Bill Benefits

Daniels bill plus increased survivor protection in three ways:

- (a) 18 months service qualifies for death in service cases,
- (b) Minimum guarantee to surviving spouse of deceased disability annuitant and death in service case, and
- (c) Increase of amounts payable to child survivors.